# House of Representatives



General Assembly

File No. 267

January Session, 2003

Substitute House Bill No. 6487

House of Representatives, April 9, 2003

The Committee on Human Services reported through REP. VILLANO of the 91st Dist., Chairperson of the Committee on the part of the House, that the substitute bill ought to pass.

# AN ACT CONCERNING TECHNICAL ADJUSTMENTS TO THE EVICTION PREVENTION PROGRAM.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 17b-804 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2003*):
- 3 (a) The Commissioner of Social Services shall establish and
- 4 administer a rent bank program of [loans and] grants to ensure
- 5 housing for families whose income does not exceed sixty per cent of
- the median income in the state, including those receiving temporary family assistance, who are either at risk of becoming homeless or in
- 8 imminent danger of eviction or foreclosure.
- 9 (b) To be eligible for assistance under this section, a family shall (1)
- document, as appropriate, loss of income or increase in expenses
- including, but not limited to, loss of employment, medical disability or
- 12 emergency, loss or delay in receipt of other benefits, natural or man-

13 made disaster, substantial and permanent change in household

- 14 composition and any other condition which the commissioner
- determines constitutes a severe hardship and is not likely to recur and
- 16 (2) participate in the assessment and mediation program established
- 17 under section 17b-805.
- 18 [(c) The commissioner may establish repayment terms for financial
- 19 assistance under this section upon determination that the recipient can
- 20 reasonably be expected to repay all or part of such assistance, except
- 21 that families receiving financial assistance under the state supplement
- 22 program, aid to families with dependent children program, temporary
- 23 family assistance program or state-administered general assistance
- 24 shall not be required to repay financial assistance made under this
- 25 section.]
- 26 [(d)] (c) No family shall receive financial assistance under this
- 27 section in excess of one thousand two hundred dollars during any
- 28 eighteen consecutive months.
- [(e)] (d) The commissioner may adopt regulations in accordance
- 30 with chapter 54 to determine eligibility [and repayment] standards for
- 31 [any loans and] grants under this section and to carry out the purposes
- 32 of this section.
- 33 Sec. 2. Subsection (c) of section 17b-805 of the general statutes is
- 34 repealed and the following is substituted in lieu thereof (Effective
- 35 *October 1, 2003*):
- 36 (c) No family shall be eligible for [loans and] grants under the rent
- 37 bank program established under section 17b-804 without prior referral
- 38 to the assessment and mediation program.

This act shall take effect as follows:	
Section 1	October 1, 2003
Sec. 2	October 1, 2003

## Statement of Legislative Commissioners:

In subsection (e) of section 1 the words "and repayment" and "any loans and" were bracketed for consistency.

**HS** Joint Favorable Subst.-LCO

The following fiscal impact statement and bill analysis are prepared for the benefit of members of the General Assembly, solely for the purpose of information, summarization, and explanation, and do not represent the intent of the General Assembly or either House thereof for any purpose:

### **OFA Fiscal Note**

**State Impact:** None

Municipal Impact: None

Explanation

This bill eliminates statutory references to the loan component of the eviction prevention program under the Department of Social Services. As this program was never implemented, there is no anticipated fiscal impact. The bill also eliminates the department's authority to establish the repayment criteria for the eviction prevention program. As the loan portion of the program was never established and the department does not seek repayment under the grant portion of the program, there is no anticipated fiscal impact from this provision.

### **OLR Bill Analysis**

sHB 6487

# AN ACT CONCERNING TECHNICAL ADJUSTMENTS TO THE EVICTION PREVENTION PROGRAM

#### SUMMARY:

This bill eliminates statutory references to a never-implemented loan component of the Department of Social Services' (DSS) eviction prevention program. (The program also includes grants to community organizations to run mediation and rent bank programs.) The revolving loan program was created in 1990 as one of several homelessness prevention strategies but DSS was unable to get it started for a variety of reasons, including an inability to find lending institutions willing to participate.

The bill also eliminates DSS's authority to establish repayment terms for both the loan and grant parts of the program. This provision appears to be technical since DSS indicates that it does not seek repayment of the grants.

The program is open to families whose income does not exceed 60% of state median income and who are either at risk of becoming homeless or in imminent danger of eviction or foreclosure.

EFFECTIVE DATE: October 1, 2003

#### COMMITTEE ACTION

**Human Services Committee** 

Joint Favorable Substitute Yea 19 Nay 0